

3 March 1963

MEMORANDUM FOR: Mr. Earman

25X1 1. In the recent excerpts you gave me on the IG's survey  
25X1 of [ ] the team starts the summary with the  
statement that [ ]/are expensive." I do not quarrel  
with this statement, although I would rather say that [ ]  
[ ]

25X1 2. Attached is a copy of [ ] survey of all Agency  
25X1 [ ] and related costs. On reading this report, both the  
25X1 Comptroller and Mr. Critchfield, DD/P's representative on the  
[ ] commented they were impressed with  
how much capability was produced at what they regarded as a fairly  
modest cost. In this they were thinking of the cost of maintaining  
25X1 [ ] function of similar capability. Their conclusion was  
that while expensive by nature [ ] may be a very economical  
way of developing a capability rather than copying the [ ]  
25X1 system of having your force brought up to emergency strength  
and available at all times. [ ], had  
somewhat the same reaction and is endeavoring to find out how  
we can cost the [ ] type of activities [ ] see if more  
25X1 of that money might not profitably go into development of [ ]  
25X1 This is at the moment speculative on his part, and consequently I  
mentioned this and send this report to you for your information and  
for such limited distribution as you think appropriate in your office.

[ ]  
L. R. Houston

Attachment